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19	CENTRAL DISTRIC	CT OF CALIFORNIA
20	MOOG INC.,	CASE NO. 2:22-cv-09094-GW-
21	Plaintiff,	MAR
22	V	IOINE CEIDIL A EION DE
23	SKYRYSE, INC., ROBERT ALIN	JOINT STIPULATION RE: DEFENDANTS' MOTION TO
24	PILKINGTON, MISOOK KIM, and	ENFORCE ORDER COMPELLING TRADE SECRET
25	DOES NOS. 1-50,	IDENTIFICATION
26	Defendants.	REDACTED VERSION OF
27		DOCUMENT PROPOSED TO BE FILED UNDER SEAL
28		DE FILLO ONDER SEAL
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1	SKYRYSE, INC.,	Diggovery Cut Off: April 12, 2024
2	Counterclaimant,	Discovery Cut-Off: April 12, 2024 Pre-Trial Conference: August 12, 2024; 8:30 a.m. Trial: August 27, 2024
3	V	Trial: August 27, 2024
4	MOOG INC.,	Hearing: May 31, 2023 Time: 11:00 a.m.
5	Counterclaim-Defendant.	Judge: Hon. Margo A. Rocconi Location: Courtroom 790, 7th Floor
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I	I	JOINT STIPULATION RE: DEFENDANTS' MOTION

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I. SKYRYSE'S INTRODUCTORY STATEMENT

Defendant Skyryse, Inc. brings this motion to enforce a court order that required Plaintiff Moog, Inc. to identify the alleged trade secrets it asserts in this case with "precision and specificity." This is a basic obligation of every plaintiff in a trade secret case, because a sufficiently particularized trade secret identification ("TSID") enables the parties and the Court to establish clear boundaries for discovery and manage the case in an orderly fashion. It gives a defendant fair notice of the claims against it, of what the plaintiff contends constitutes a legally protectable trade secret, and how it allegedly differs from information known in the industry. It also protects against a trade secret being conjured with hindsight based on information learned from the defendant's files, and then alleged to be trade secrets after-the-fact.

Moog has failed to meet this obligation, in violation of a court order.

Moog filed this suit in March 2022 after learning that two of its former employees, Alin Pilkington and Misook Kim, allegedly copied more than a million files while working at Moog, and took those files with them to Skyryse where they worked for several months. Moog alleges a conspiracy and sued the Defendants for misappropriation and unfair competition, among other claims, which Skyryse denies. All of Moog's claims are predicated upon the alleged misappropriation, but Moog has avoided disclosing in any useful or meaningful detail what its alleged trade secrets are, leveraging the open-ended, amorphous nature of its claims to exert maximum litigation pressure on its smaller competitor, Skyryse.

Moog failed to adequately respond to Skyryse's Interrogatory No. 1 requiring Moog to identify its trade secrets. According to Moog, the hard drives Mr. Pilkington and Ms. Kim used contained over a million files, so it needed more discovery and investigation into the Defendants' alleged use of them before identifying which trade secrets to assert. But even after receiving troves of discovery, by last summer Moog

still had not identified its trade secrets. This forced Skyryse to file, and win, a motion to compel this discovery before the transferor court in New York.

On July 22, 2022, the Court ordered Moog to "identify its trade secrets with a reasonable degree of precision and specificity that is particular enough as to separate the trade secret from matters of general knowledge," after Moog had taken some more discovery. The Court gave Moog explicit instructions too. Moog could not simply identify trade secrets by "generic category." For software trade secrets, it must identify specific lines of source code. And Moog could not simply "point to documents in which trade secrets are said to reside as a substitute for a detailed identification" in a written narrative. By the time the action was transferred to this Court in December, however, Moog still had not identified its trade secrets. At the parties' first appearance in this Court, Judge Wu ordered Moog to do so by February 20, 2023.

When Moog finally served its TSID, it flouted virtually every aspect of the transferor court's order. To be sure, Moog's TSID is lengthy and complex. But for all of its volume, it fails to sufficiently identify specific trade secrets and instead describes "generic categories" as the Court prohibited. It describes at considerable length industry standards, practices, the goals of its projects, and extensive background context—but does not identify trade secrets with the required reasonable degree of precision, or show they are separate from what's generally known. Moog claims software is among its trade secrets, but doesn't identify a single line of source code. And Moog boldly defies the Court's order *not* to merely point to documents: it literally refers to more than 300,000 documents listed in accompanying spreadsheets, vaguely claiming they "reflect" its trade secrets without elaboration.

The fact is, Skyryse and the Court are no closer to knowing what Moog's alleged trade secrets are today than they were a year ago. Moog's violation of the Court's order keeps the Defendants in the dark about what they are accused of misappropriating, hopelessly guessing at what, among 300,000 files, Moog might

eventually claim is a misappropriated trade secret. Left unchecked, this would perpetuate a significant and unfair advantage to Moog, make the orderly administration of this case impossible, and all but ensure that discovery will be unbounded and unworkable. Respectfully, the Court should find Moog's TSID violates the July 22 order and require immediate compliance before Moog can proceed with further discovery.

II. MOOG'S INTRODUCTORY STATEMENT

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Whether a plaintiff has identified a trade secret with reasonable particularity is a separate issue from the merits of whether any alleged trade secret qualifies for trade secret protection. Moog's obligation at this stage is only to provide, in a manner that is reasonable under all of the circumstances, notice to Defendants and the Court of what Moog alleges its trade secrets to be, such that discovery can be tailored and Defendants can plan their defenses. This Moog has amply done.

It is undisputed that the Defendants in this case are responsible for the theft of approximately 1,400,000 (1.4 million) files belonging to Moog, most or all of which contained Moog's confidential and proprietary information. Because of the sheer volume of the stolen files, Moog was forced to undertake an enormously time-consuming and strenuous effort to narrow the volume of stolen files and determine what trade secret information it would pursue. This effort resulted in the identification of 30 trade secrets, each specifically numbered and described, and each corresponding to a specifically identified set of stolen files, which in total constitute 291,095 stolen files. To be clear, Moog, through its efforts, narrowed the number of files for which it would seek trade secret protection by approximately eighty percent.

Yet, Skyryse contends that this is not enough, complaining to the Court about the volume of files and trade secrets identified. Moog did not create the volume issues in this case. That was all Defendants' doing. Moog cannot be forced to pick and choose among its trade secrets to protect at this early juncture simply because Defendants stole a massive amount of information, or to make this litigation more convenient for them. Nor should the Defendants be able to benefit from the volume of their theft by wielding the number of files at issue in an attempt to further delay Moog's enforcement of its intellectual property rights.

Skyryse attempts to create delay by requesting that the Court conduct a "minitrial" on the merits of Moog's trade secret claims, when the only burden on Moog at

this juncture is to identify and place Defendants on notice of the trade secrets it intends to pursue in this case—which it has thoroughly done. Indeed, Moog prepared a trade secret identification that is full of detail, measuring over 100 pages in length, and that specifically identifies the listed trade secrets by toolset, program, or specific type, explains what each trade secret is, and identifies the particular stolen files or documents that reflect each identified trade secret. While this is a unique case in terms of the volume of theft, Moog has managed, through great effort, to fully comply with the standard for identification of a trade secret with reasonable particularity at this stage of the litigation.

There is an enormous and critical difference between, on the one hand, simply referring the Court and opposing party to a series of documents and alleging that trade secrets exist somewhere within them and, on the other, specifically describing the trade secrets while providing the exact files where each trade secret resides. Courts in the Ninth Circuit and beyond have repeatedly held that the latter is an acceptable means of identifying trade secrets with reasonable particularity, especially in cases with fact patterns that mirror this case, and that is precisely what Moog has done here. Skyryse cites no authority holding that a trade secret identification ("TSID") as detailed and thorough as Moog's, in a case where a massive volume of files has been stolen, is insufficient.

It is clear that Skyryse is able to appreciate what trade secrets Moog is claiming, as Skyryse has already begun conducting investigations into whether Moog documents identified in the TSID are publicly available or generally known. (*See* Dkts. 451-02, 451-03.) Moreover, Skyryse's counsel is representing numerous former Moog employees who were involved with Moog's trade secrets, so Skyryse cannot possibly claim that it lacks resources to understand them.

Moog has fully complied with the Transferor Court's Order, which ordered Moog to "answer in full Skyryse's Interrogatory No. 1 calling for Moog to identify with particularity every trade secret it intends to assert in this action including

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through a narrative response and not solely by invoking Rule 33(d)." While the Court stated that Moog must "sufficiently identify its source code secrets," Moog does not read the Court's order to require an identification of source code by lines. The quoted language in the order regarding identifying source code by lines. highlighting, or color-coding was merely a suggestion in a law school journal article written by two associates from a private law firm who expressly admitted having a pro-defendant agenda. It stands to reason that the Court quoted the law school journal article to provide context, not a prescription of precise requirements in this case. By contrast, the law in the Ninth Circuit and beyond is clear that specific lines of code need *not* be identified in order for a plaintiff to satisfy the requirement of identification with reasonable particularity at this stage of litigation, especially under the facts of this case. Under these circumstances, requiring Moog to identify source code by individual lines in this case, where there are many thousands of source code files misappropriated by Defendants, each of which contain thousands of lines of code, would be immensely impractical, unduly burdensome, and unjust. This, again, would allow Skyryse to benefit from the massive amount of theft at issue by forcing Moog to undertake a huge amount of unnecessary and extremely time-consuming and expensive work before it would be allowed to protect its intellectual property from Defendants' theft.

Skyryse should not be allowed to further delay Moog's attempt to protect its intellectual property from Defendants' theft, and Moog respectfully requests that the Court deny Skyryse's motion in its entirety.

III. SKYRYSE'S CONTENTIONS

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A. Requiring a plaintiff to identify its alleged trade secrets with particularity is well-established in the law.

That a plaintiff in a trade secret action must identify its purported trade secrets with particularity is well-established and routinely enforced. Under the DTSA, "[t]rade secrets cannot be vague concepts." Calendar Research LLC v. StubHub, *Inc.*, No. 17-cv-04062-SVW-SS, 2020 WL 4390391, at *6 (C.D. Cal. May 13, 2020). Rather, a plaintiff must "identify the specific set of 'methods, techniques, processes, procedures, programs, or codes" that comprise a trade secret. *Id.* (quoting 18 U.S.C. § 1839(3) and granting summary judgment against plaintiff for failing to specifically identify its trade secrets); see also id. ("[w]ithout a sufficiently precise definition, [a] general concept . . . is too vague to constitute a trade secret"); see also Big Vision Private Ltd. v. E.I. DuPont De Nemours & Co., 1 F. Supp. 3d 224, 226 (S.D.N.Y. 2014) (requiring plaintiff to identify trade secrets with "particularity"). The obligation to be precise is heightened in a highly technical case like this one, which involves automated flight control technologies. That's because the "distinction between general industry knowledge in a complex field and a specific trade secret is inherently difficult, and it is unlikely that the district court or any trier of fact would have expertise in discerning exactly which technical information constitutes a trade secret without precise guidance from a plaintiff." Calendar Research, 2020 WL 4390391 at *4.1

The reasons for this requirement are grounded in principles of due process, fairness, and judicial economy. First, a particularized and specific description of the trade secrets is necessary for a defendant to understand the charges against it and form a complete and well-reasoned defense. *Big Vision*, 1 F. Supp. 3d at 257-58. As an example, Skyryse must be able to investigate whether the things Moog claims are

¹ Unless otherwise noted, all internal citations and quotation marks have been omitted.

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trade secrets are actually secret rather than generally known, in the public domain, or previously disclosed to others. The transferor court recognized this when it granted Skyryse's motion to compel: "Fairness requires that Moog provide defendants withat [sic, with a] specific identification sufficiently in advance of the hearing to enable them to prepare a defense - for without a precise identification, the defense lacks the information it needs to conduct public domain research and challenge the alleged secrecy of the information at issue." (Dkt. 205 at 5 (internal quotations omitted).) Put simply, if a plaintiff cannot "identify with specificity what information they consider to have been a trade secret . . . it can't proceed on that theory, because the defendants have a right during discovery to test whatever the plaintiff's theory is." Sit-Up Ltd. v. IAC/InterActiveCorp., No. 05-cv-9292(DLC), 2008 WL 463884, at *6 (S.D.N.Y. Feb. 20, 2008).

Second, disclosure with "particularity" early in an action is also necessary to prevent plaintiffs from using a "shifting sands" strategy to "allege trade secrets with calculated vagueness, then use discovery to redefine the trade secrets to be whatever is found in [Skyryse's] files." *Quintara Biosciences, Inc. v. Ruifeng Biztech Inc.*, No. 20-cv-04808-WHA, 2021 WL 2166880, at *1 (N.D. Cal. May 27, 2021) (ordering "trade secret claimants to submit a statement particularizing the alleged secrets at issue prior to continuing on to discovery"); *see also Jobscience, Inc. v. CVPartners, Inc.*, No. 13-cv-04519-WHA, 2014 WL 852477, at *5 (N.D. Cal. Feb. 28, 2014) ("A true trade secret plaintiff ought to be able to identify, up front, and with specificity the particulars of the trade secrets without any discovery. This order will not allow

When, as here, plaintiffs are claiming improvements to concepts practiced by others in the field, a "more exacting level of particularity may be required to distinguish the alleged trade secret from matters already known to persons skilled in that field." *Advanced Modular Sputtering v. Super. Ct.*, 33 Cal. Rptr. 3d 901, 908 (2005). When plaintiffs define their trade secrets vaguely or broadly, that definition risks including matters of general knowledge in the industry and can have a chilling effect on employee mobility. Here, the generic categories of products and software that Moog describes would put Moog employees at risk should they take jobs in their chosen field for competitors who produce similar products.

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this old trick of vague pleading with the blanks to be artfully filled in only after discovery.").

Third, failing to identify trade secrets with particularity impedes the Court and the parties from establishing clear, workable parameters for the scope of discovery. See Xerox Corp. v. Int'l Bus. Machines Corp., 64 F.R.D. 367, 371-72 (S.D.N.Y. 1974) (noting that until the plaintiff specifies its trade secrets "neither the court nor the parties can know, with any degree of certainty, whether discovery is relevant or not; and it is doubtful whether [defendant] can undertake a meaningful discovery program"); see also MSCI Inc. v. Jacob, 945 N.Y.S.2d 863, 865 (Sup. Ct. 2012) ("Only by distinguishing between the general knowledge in their field and their trade secrets, will the court be capable of setting the parameters of discovery and will defendants be able to prepare their defense."). Properly defining the bounds of discovery impacts both the parties and the Court. Without a sufficiently specific identification of trade secrets, discovery cannot be reasonably contained, too easily expands into irrelevant areas, and leads to disputes over the scope of proper discovery. The transferor court recognized this too: "early identification of the trade secrets at issue will enable this court and the parties to set the proper bounds and scope of discovery, thereby avoiding burdensome and expensive discovery into irrelevant areas." (Dkt. 205 at 5.)

Indeed, the discovery Moog was permitted to take from Skyryse and the individual defendants for the past year before identifying its trade secrets led to the production of nearly four terabytes of electronically stored information by Skyryse—the equivalent of nearly 300 million pages of text—in what was supposed to be limited, "expedited" discovery. This includes Skyryse producing more than a dozen devices and other forensic images, making its highly proprietary source code available for Moog's inspection, and producing many thousands of business records directly to Moog. Likewise, Moog's failure to sufficiently identify the subject matter of its trade secret claims has led to the many discovery disputes both sides already

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have brought to the Court. And without knowing what Moog's alleged trade secrets are—and as importantly, what they are *not*—it is impossible for the Court and parties to meaningfully assess basic discovery issues like relevance, burden, and proportionality.³

Last, vague and overbroad trade secret claims lead to unmanageable and unfair hearings and trial. No litigant possibly could present the thousands or millions of alleged trade secrets "reflected in" 300,000 files to a judge or jury. (*See* Storey Decl., ¶ 4, Ex. C (July 27, 2022 Hrg. Tr.) at 12 ("[O]bviously, nobody is going to go to [the Court] on a preliminary injunction hearing with a million trade secrets.") (instructing that Moog's trade secret claim must be "culled down in some fashion into a [] coherent presentation" that has "a reasonably narrow scope").) Allowing Moog to proceed based on its current, non-compliant TSID would make for an unmanageable trial, extreme confusion for the jury, and an unfair trial-by-ambush against the Defendants, who would never learn what trade secrets Moog is actually asserting until the last possible moment, if at all.

Because of these policy reasons, courts have established ground rules to ensure plaintiffs specify their trade secrets, as the transferor court recognized. For one, a plaintiff cannot meet its obligation by describing generic "categories" that purportedly contain trade secrets. *See Sit-Up*, 2008 WL 463884, at *6-7 (rejecting plaintiff's "outline[] [of] general categories into which the alleged trade secrets fell" and requiring plaintiff "to provide defendants with 'narrative identifier[s] of [its] trade secrets, with sufficient specificity so that we would know what they are"); *see also Founder Starcoin, Inc. v. Launch Labs, Inc.*, No. 18-cv-972-JLS(MDD), 2018

³ Moreover, without a precise and bounded definition of the trade secrets at issue, it would not be possible for Skyryse to take remedial action to avoid the alleged trade secrets, or even for the Court to fashion an understandable, enforceable injunction, if one were merited. (Dkt. 205 at 5 (citing *Corning Inc. v. PicVue Elecs., Ltd.*, 365 F.3d 156, 158 (2d Cir. 2004) ("The preliminary injunction entered by the district court does not identify the trade secrets It is thus not possible to ascertain from the four corners of the order precisely what acts are forbidden[.]").).)

WL 3343790, at *6–8 (S.D. Cal. July 9, 2018) (plaintiff cannot carry its burden to establish a trade secret where it describes "a broad range of potential concepts, not a hard and fast trade secret").

Moreover, there is a consensus among federal courts that a plaintiff cannot meet its burden to identify its trade secrets by pointing to documents and claiming that the trade secret is "reflected" or "contained" somewhere in them. *See Medidata Sols., Inc. v. Veeva Sys., Inc.*, No. 17-cv-589(LGS), 2022 WL 585734, at *1 (S.D.N.Y. Feb. 25, 2022) ("[I]t is neither [defendant's] nor the Court's burden to ascertain whether any identifiable trade secret evidence can be gleaned from tens of thousands of pages of documentation."); *St. Jude Med. S.C., Inc. v. Janssen-Counotte*, 305 F.R.D. 630, 635 (D. Or. 2015) (denying preliminary injunction because plaintiff "cannot generically claim the entire Strat Plan, which amounted to over 500 slides, as trade secret information"); *see also Lockheed Martin Corp. v. L-3 Commc'ns Corp.*, No. 05-cv-902-CAP, 2006 WL 8432941, at *1 (N.D. Ga. Oct. 27, 2006) (finding that referring to documents under Rule 33(d) "is a completely insufficient response to an interrogatory requesting that a plaintiff in a trade secrets case identify what information it contends is proprietary").

And, when a plaintiff claims that its source code is trade secret, it must identify with specificity which part of the code embodies the trade secret. *See Proofpoint, Inc. v. Vade Secure, Inc.*, No. 19-cv-04238-MMC, 2020 WL 836724, at *2 (N.D. Cal. Feb. 20, 2020) (holding that describing alleged trade secrets as "source code" "is not sufficiently specific to make out a prima facie case of trade secret misappropriation"); *Brookhaven Typesetting Servs., Inc. v. Adobe Sys., Inc.*, No. 01-cv-20813-RMW, 2007 WL 2429653, *10-11 (N.D. Cal. Aug. 24, 2007), *aff'd*, 332 F. App'x 387 (9th Cir. 2009) (granting summary judgment where plaintiff offered only "vague" statements and showed "no indications of similarities" in the source code); *see also Calendar Research*, 2020 WL 4390391, at *4 (suggesting that

plaintiffs should conduct "code comparison" to establish source code trade secret claim).

B. Moog defied the Court's order to follow specific procedures to identify its trade secrets with particularity.

Skyryse never wanted or needed any confidential information from Moog or its former employees. So, since the outset of this case, Skyryse has asked Moog to identify its trade secrets with specificity so Skyryse could search for and remove any that might have made their way onto Skyryse's systems. When Moog claimed it needed emergency injunctive relief to prevent Skyryse from using its confidential information, Skyryse reached out to Moog immediately, in the earliest days of the suit, for Moog's guidance on how to best identify what Moog viewed as its wrongfully acquired information, and has repeatedly asked Moog to help it identify that information. *See, e.g.*, Storey Decl., ¶ 2 Ex. A (June 27, 2022 D. Lumish Letter) ("In the interest of avoiding disputes about whether Moog thinks Skyryse's process is or has been satisfactory, we would like to work together with you so we can obtain Moog's input on what it thinks needs to be done to ensure that Skyryse has effectively eliminated any possible alleged Moog trade secrets or proprietary information."). But Moog refused to tell Skyryse what its purported trade secrets are.

Skyryse thus was forced to file its motion to compel that information. (Dkt. 166.) In response, Moog claimed it needed expansive discovery from Skyryse before it could identify its own trade secrets, even though Moog claimed to have forensic evidence showing in granular detail which files had been allegedly copied. (Dkt. 180 at 12.) Moog represented to the Court that it needed discovery so that it could limit its trade secrets to information Skyryse purportedly used. Moog claimed it would "provide more specific responses to Skyryse's interrogatories" and limit its claims "to the specific trade secrets that it contends were misappropriated." (Dkt. 205 at 3.) At the hearing, Moog further represented to the Court that discovery was necessary so that it could limit its claims and promised it would not merely provide a list of

"hundreds of thousands of individual identifications." See Storey Decl., ¶ 3, Ex. B (July 15, 2022 Hrg. Tr.) at 26, 43. The Court granted Moog the discovery it sought, instructing Moog that its eventual TSID would need to have a "considerable level of detail" and a "reasonably narrow scope." Storey Decl., ¶ 4, Ex. C (July 27, 2022) Hrg. Tr.) at 5, 12. The Court held that, after receiving the requested discovery, "Moog must

identify its trade secrets with a reasonable degree of precision and specificity that is particular enough as to separate the trade secret from matters of general knowledge." (Dkt. 205 at 3.) The Court further ordered as follows:

- First, Moog must "answer in full Skyryse's Interrogatory No. 1 calling for Moog to identify with particularity every alleged trade secret it intends to assert in this action including through a narrative response and not solely by invoking Rule 33(d)." Id. at 6.
- Second, the Court instructed Moog that "[i]t is insufficient to describe the trade secrets by generic category. Rather, the plaintiff must identify the specific characteristics of each trade secret." *Id.* at 3.
- Third, Moog shall "not . . . point to documents in which trade secrets are said to reside as a substitute for a detailed identification." Id. at 4.
- Fourth, if Moog claimed misappropriation of trade secrets in source code it must "identify the specific lines of code or programs claimed to be secret by, for example, printing out the code on paper with numbered lines and identifying the allegedly misappropriated lines by page and line number, by highlighting, or by color-coding." Id.
- Fifth, Moog cannot "avoid its disclosure obligation by reference to socalled 'combination claims,' namely a combination of characteristics and components, each of which, by itself, is in the public domain." Id. at 4.

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Moog has flouted each of these aspects of the Court's order and done the opposite of what it was ordered to do. In its TSID, Moog evades the "precision and specificity" the Court required, and looks to obscure its willful defiance by serving a massive document it will surely contend must disclose the trade secrets somewhere just given the sheer number of pages it contains. (Dkt. 360 at 29) (Moog boasting it served "multi-hundred page trade secret disclosures"). But these hundreds of pages never once identify a specific trade secret or a single line of code that Moog contends comprises a trade secret. See Freeman Inv. Mgmt. Co., LLC v. Frank Russell Co., No. 13-cv-2856-JLS(RBB), 2016 WL 5719819, at *11 (S.D. Cal. Sept. 30, 2016) ("Rather than a 'reasonably particular' list of trade secrets, Plaintiff's disclosure resembles an effort to categorize every piece of information or know-how that could potentially have value to the company."), aff'd, 729 F. App'x 590 (9th Cir. 2018). Rather, flouting the Court's Order, Moog's haystack of pages describes 30 generic categories of systems, software programs, and software tools that Moog claims are entitled to trade secret protection without identifying the characteristics of those categories that make them trade secrets, what separates them from matters of "general knowledge" (Dkt. 205 at 3), or what makes them "unique" or "affords a competitive advantage" (id. at 5). See also, e.g., Sit-Up, 2008 WL 463884, at *11-12 (granting summary judgment because plaintiff failed to identify with adequate specificity seventy-seven alleged trade secrets it claimed were misappropriated, noting that by "making such extensive claims, [the plaintiff] has a heavy burden to shoulder").

As a representative example, Moog purports to identify trade secrets related to its "program. But the TSID states only that "

See Storey Decl., ¶ 5, Ex. D at 13. Moog then provides a laundry list of generic categories of documents that it claims constitute its "misappropriated trade secret material" including "

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6	." See Storey Decl., ¶ 5, Ex. D at 13-14. But what actuator design?
7	What source code? What performance characteristics? What procedures? Moog
8	never says. Instead, it refers the Court and Skyryse to a list of 52,766 files that it
9	claims "reflect" its trade secrets for the project alone. See Storey Decl., ¶ 5,
10	Ex. D at 14. This is not what the Court ordered.
11	In another representative example, Moog purports to disclose certain alleged
12	"AMP" trade secrets. But here Moog simply describes its aspirations in the field of
13	"electric motor control" and then provides some background on the state of that
14	industry (e.g., it "was becoming more popular in the mid-2010s"). See Storey Decl.,
15	¶ 6, Ex. E at 40. Moog then points to some generic diagrams that it claims show the
16	"basic architecture" of its AMP software program and offers a generic description
17	of the components of that software. See Storey Decl., ¶ 6, Ex. E at 41 ("
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19	."). But
20	describing what a program <i>does</i> (e.g., contains an "operating system," uses libraries
21	"frequently," or contains "interfaces" to hardware) does not tell Skyryse what any
22	trade secret actually is. See Vesta Corp. v. Amdocs Mgmt. Ltd., 147 F. Supp. 3d 1147,
23	1156 (D. Or. 2015) (disclosures insufficient where they "do not specify any trade
24	secrets, 'but rather reveal[] the end results of, or functions performed by, the claimed
25	trade secrets""). Nor does Moog explain what differentiates its alleged AMP trade
26	secrets from general knowledge. Instead, Moog refers the Defendants to another
27	15,187 documents in which it claims the trade secrets are "reflected," and expects
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the Defendants (or the Court) to root them out. See Storey Decl., \P 6, Ex. E at 43. Once again, this is not what the Court ordered.

In another example, Moog claims that its provision of parts to Boeing for its 787 Dreamliner aircraft is a trade secret. *See* Storey Decl., ¶ 6, Ex. E at 45. That purported "trade secret" consists of a list of parts that Moog claims to supply to Boeing. *See* Storey Decl., ¶ 6, Ex. E at 45-47. Instead of identifying any trade secrets within that material, Moog once again refers the Court and Skyryse to a list of 7,872 files. *See* Storey Decl., ¶ 6, Ex. E at 47.

This is a small sampling of the deficiencies that permeate every aspect of Moog's TSID. Throughout its TSID, Moog does exactly what the Court ordered it not to do—"point to documents in which trade secrets are said to reside as a substitute for a detailed identification." (Dkt. 205 at 4.) For Moog's purported "Kim Download" trade secret, for example, Moog does not identify any trade secret at all. Rather, the TSID merely describes the act of Ms. Kim downloading Moog files while she worked at Moog, and claims that some "trade secret" is "reflected" in her allegedly copied 77,334 files. *See* Storey Decl., ¶ 5, Ex. D at 14-15; *see also* "Reid Raithel" trade secret at Storey Decl., ¶ 6, Ex. E at 70 (claiming that ex-Moog employee Reid Raithel downloaded unspecified files when he left Moog and claiming that this unspecified "trade secret" is "reflected" in 13,011 files).

In fact, Moog points to documents rather than identify trade secrets for *every* generic category it discloses. (*See, e.g.*, the "TERN" trade secret (reflected in 29,846 files), the "TERN" trade secret (reflected in 25,407 files), and the "G-6-7-8" trade secret (reflected in 19,026 files).) In total, Moog refers the Court and Skyryse to more than 300,000 documents (311,581, to be exact) that Moog claims "reflect" its trade secrets. This flies in the face of the Court's instruction to Moog that providing a list of documents will not "substitute for a detailed identification." (Dkt. 205 at 4.)

Further, although Moog lists many software programs in its TSID, it fails to identify a single line of source code that it claims to be a trade secret. This too is a

blatant violation of the Court's order to "identify the specific lines of code or programs claimed to be trade secret . . . by page and line number, by highlighting or color-coding." (Dkt. 205 at 4.) As just a few examples, Moog purports to identify source code in its TSID at pages 22 ("Flight Source Code"), 26-28 ("Source Code for MDTE"), and 38-39 ("Platform Source Code") of its TSID. *See* Storey Decl., ¶ 6, Ex. E at 22, 26-27, 38-39. Moog never specifies a single line of code within those programs that it claims is a trade secret.

These examples are merely illustrative, and the same deficiencies pervade each of the 30 generic categories of trade secrets Moog purports to identify. *See* Storey Decl., ¶¶ 5-6, Exs. D-E ("Trade Secret 1" through "Trade Secret 24," and "CUI Program Trade Secret 1" through "CUI Program Trade Secret 6"). Moog describes each of these alleged trade secrets as a generic category, makes vague reference to capabilities and components sometimes paired with background information about Moog or the industry, but provides no specificity about what, if anything, within the generic category is its trade secret. *See, e.g., Vesta*, 147 F. Supp. 3d at 1155 ("[I]t is insufficient to describe the trade secrets by generic category, such as the components of the night vision devices to which the alleged trade secrets relate. Rather, the party must identify the specific characteristics of each trade secret, such as a particular drawing, process, procedure or cost/pricing data.").

Skyryse attempted without success to resolve this dispute without the Court's intervention. When counsel met and conferred, Skyryse explained that Moog had failed to identify its trade secrets with the required particularity, and pointed out that

⁴ The Court's instructions on this point reflect the reality of how software engineers write source code, according to the restraints and conventions of programming languages. This means they necessarily use generally known and conventional programming styles, practices, and methods. Identifying trade secrets that might also be embodied in source code thus requires separating the alleged secrets from the known and conventional aspects of the code. *See*, *e.g.*, "Coding conventions," https://en.wikipedia.org/

wiki/Coding_conventions#:~:text=Coding%20conventions%20are%20a%20set, program%20written%20in%20that%20language.

Moog had not obeyed the Court's specific instructions. Skyryse explained, for example, that Moog seemed to be trying to identify software among its trade secrets without pointing to specific portions of source code as the Court required. Skyryse also explained that Moog had vaguely referred to more than 300,000 documents in its TSID without any narrative response explaining what within those documents embodied any trade secrets, contrary to the Court's instruction. Moog's counsel responded that they were aware of the Court's order, felt that Moog had complied with the "intent" of Judge McCarthy's ruling, and thus was in compliance. But Judge McCarthy's order is explicit and unambiguous. It provided clear instructions that Moog chose not to follow, preferring instead to continue obscuring its alleged trade secrets as long as possible for tactical gain. It was not for Moog to modify Judge McCarthy's Order based on its views of his "intent," and Moog should be ordered to comply with that Order without further delay.

C. Moog's failure to identify its trade secrets has prejudiced and will continue to prejudice Skyryse.

Moog's failure to sufficiently identify its alleged trade secrets has profoundly impeded the progress of this case. Skyryse has been forced to respond to broad discovery requests that span nearly every aspect of its entire business, sort through an enormous amount of electronically stored information—altogether, over 30 million files and more than four terabytes of data, much of it irrelevant—and face Moog's post hoc definition of its trade secrets based not on any internal identification, but rather on what its lawyers glean from Skyryse's files. This, coupled with efforts to respond to Moog's endless barrage of pressure tactics has been a tremendously time-intensive and expensive effort.⁵

⁵ Further, Moog has applied mass and indiscriminate designations to all 91 pages of its trade secret identification (and potentially to the hundreds of thousands of exhibits it references), as potentially subject to and thus requiring special treatment under the International Traffic in Arms Regulations (ITAR). Counsel for Skyryse has requested several times that Moog specifically identify which of its materials are

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More fundamentally, Moog's failure to comply with the Court's Order and sufficiently identify its trade secrets has deprived Skyryse of a reasonable opportunity to prepare its defenses which will only continue if not remedied. By describing generic categories of information rather than identifying the purported trade secrets, Moog denies Skyryse its right and ability to gather discovery to test Moog's theories of liability. For example, Skyryse is entitled to test whether Moog's alleged trade secrets are indeed secret, not generally known or ascertainable, and legally protectable, and to marshal the necessary evidence to show that, as Skyryse has maintained from the outset, it never wanted or intended to use Moog's trade secrets. It cannot challenge Moog's theories without knowing what the trade secrets are. *Medidata Sols., Inc.*, 2022 WL 585734, at *1 (holding that because plaintiff "provided no specific explanation" of its alleged trade secrets in interrogatory responses, "a factfinder could not apply to those allegedly misappropriated documents the appropriate follow-on factual tests – such as whether any alleged trade secrets they allegedly contained were valuable, misappropriated or maintained

actually ITAR-controlled as Moog is required to do under the Protective Order, which prohibits such "[m]ass indiscriminate, or routinized designations" and any designations which are "clearly unjustified or that have been made for an improper purpose (e.g., to unnecessarily encumber or retard the case development process or to impose unnecessary expenses and burdens on other parties)." (Dkt. 89 (Protective Order) ¶ 4.4.)). Moog's indiscriminate designations unnecessarily impede Skyryse's and the Court's ability to analyze Moog's alleged trade secrets by forcing undue restrictions. *Burt v. AVCO Corp.*, No. CV-15-3355-MWF-PJWX, 2015 WL 12912366, at *4 (C.D. Cal. Nov. 17, 2015) ("the purpose of ITAR is to further 'world peace and security,' not to permit parties to avoid their discovery duties.").

Moog rejected Skyryse's requests, refused to confirm whether it was designating the entirety or only a portion of its trade secret identification and exhibits, and baselessly accused Skyryse and its counsel of violating ITAR despite Skyryse counsels' repeated assurances that they were in compliance. As of April 26, 2023, Moog still has not narrowed its overbroad ITAR designation and has represented that filing Moog's ITAR-controlled materials under seal with the Court is sufficient to comply with ITAR. Storey Decl., ¶ 7, Ex. F (March 24, 2023 K. Naqvi Letter). Skyryse relies on that representation in this submission, and notes that it is Moog's burden under the Protective Order to demonstrate that its ITAR and confidentiality designations are warranted. (Dkt. 89 ¶ 5.3.)

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as secrets"); see also Sit-Up, 2008 WL 463884, at *6 (holding that plaintiffs "have to be able to identify with specificity what information they consider to have been a trade secret" and "[i]f the plaintiff can't do that now, it can't proceed on that theory, because the defendants have a right during discovery to test whatever the plaintiff's theory is"). Skyryse has a right to know what Moog's theory of the case is, and to test and challenge it in discovery beforehand.

D. Moog should be ordered to comply with the Court's order.

Moog's plain and numerous violations of the Court's order and clear instructions should be met with a natural consequence. In civil discovery, where a party fails to provide or supplement information it is required to provide, "the party is not allowed to use that information . . . to supply evidence on a motion, at a hearing, or at a trial." Fed. R. Civ. P. 37(c)(1). And when a party fails to obey a court order to provide discovery, the consequences can include prohibiting the disobedient party from pursuing certain claims; establishing certain facts as true; striking relevant pleadings in whole or in part; or dismissing entire claims. Fed. R. Civ. P. 37(b)(2)(A). For example, in Dura Global, Technologies, Inc. v. Magna Donnelly *Corp.* the court ordered the plaintiff to describe its trade secrets with reasonable particularity and, like here, provided "specific directions" that the plaintiff must follow. No. 07-cv-10945-DT, 2008 WL 2742062, at *2 (E.D. Mich. July 11, 2008). When the plaintiff defied the court's orders and continued to provide "vague and general descriptions" of several trade secrets, the court struck those disclosures (and dismissed the portion of the complaint relying on them). *Id.* at *2-3. It explained, "[t]he time has come to provide Defendant with some assurance that the trade secrets listed are those that it is accused of misappropriating and prevent further prejudice that arises from Plaintiffs' failure to properly identify them." *Id.* at *2; see also *Imax* Corp. v. Cinema Techs., Inc., 152 F.3d 1161, 1167 (9th Cir. 1998) (affirming summary judgment against plaintiff where it failed to provide "the level of specificity necessary to identify" its trade secrets); Freeman, 2016 WL 5719819, at

*12 (granting summary judgment against plaintiff where it "failed to meet its burden of identifying its alleged trade secrets with the requisite specificity"); *Swarmify, Inc. v. Cloudflare, Inc.*, No. 17-cv-06957-WHA, 2018 WL 2445515, at *3 (N.D. Cal. May 31, 2018) (instructing plaintiff that failure to specifically identify trade secrets may lead to "an adverse ruling on the entire trade secret misappropriation claim").

Likewise, Skyryse respectfully requests that the Court find that Moog's current TSID is not in compliance with the Court's July 22 order, and compel Moog to serve a new and amended TSID that complies in full with the transferor court's order. *See* Fed. R. Civ. P. 37(c)(1)(C), 37(b)(2)(A)(iii). After a year of discovery, Moog knows what its trade secrets are, which ones it intends to assert in this case, and what its theory of liability is. It is far past the time for Moog to finally provide the "reasonable degree of precision and specificity" the Court required and "identify with particularity every alleged trade secret it intends to assert in this action including through a narrative response and not solely by invoking Rule 33(d)." (Dkt. 205 at 3, 6.). Should Moog continue to refuse, then more drastic relief may well be necessary.

In the meantime, the Court should bar Moog from relying on the non-compliant TSID, and from taking any additional discovery related to its claims, which Moog admits "are all predicated upon the [alleged] misappropriation of trade secrets." (Dkt. 62 at 15.) The order also should make clear that discovery relating to Skyryse's defenses and counterclaims should be proceeding. Such an order is necessary to prevent Moog from unfairly benefitting from violating the order and obscuring its trade secrets, for example, by continuing to withhold discovery from Skyryse on other issues. *See Vesta*, 147 F. Supp. 3d at 1149, 1156 (excusing defendants "from responding to any discovery related to the 'Confidential Solutions Methods' until such time as Plaintiff identifies" its trade secrets with reasonable particularity because defendants should "not be required to waste time guessing at the basis of Plaintiffs' claims"). As described above, over the past year Moog has

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taken extensive discovery from Skyryse, Mr. Pilkington, Ms. Kim, and more than a dozen third parties, without identifying any of its trade secrets, while Defendants have been barred from proceeding with their own discovery on their defenses. *See supra* at 3; Dkt. 205 at 6. Skyryse respectfully asks the Court to put an end to this one-sided process, and order that Moog cannot take further discovery into its trade secret-related claims until and unless it complies with the TSID order. *Vesta*, 147 F. Supp, 3d at 1156, *see also Vesta Corp. v. Amdocs Mgmt. Ltd.*, 2016 WL 8732371, at *6 (D. Or. Apr. 1, 2016) (ordering plaintiffs "to ensure compliance" with the Court's order "so that discovery can proceed and this case can move forward").

E. Conclusion

Skyryse respectfully requests that the Court grant this motion to enforce the July 22 order compelling Moog to sufficiently identify its trade secrets; find that Moog's current TSID is not in compliance; order Moog within fourteen days to serve an amended TSID that fully complies with the Court's order before it may take any further discovery related to its trade secret claims; and preclude Moog from asserting any trade secrets it fails to sufficiently disclose.

IV. MOOG'S CONTENTIONS

A. The Requirements of Identification with Reasonable Particularity

The goal of making a plaintiff identify its trade secrets with reasonable particularity at this stage of litigation, *i.e.*, before discovery, is simply "putting [defendant] on notice of the trade secrets at issue and allowing the parties and Court to understand the relevant scope of discovery." *Bal Seal Eng'g, Inc. v. Nelson Prod., Inc.*, No. 813CV01880JLSKESX, 2017 WL 10543565, at *5-6 (C.D. Cal. Mar. 13, 2017). Much of the authority cited by Skyryse deals with merits-based decisions on summary judgment or preliminary injunction motions; this authority is inapposite, as Moog is not required to prove the *merits* of its trade secrets at this early stage of litigation. *Id.* ("[A] plaintiff need not prove at the discovery stage that each trade secret identified qualifies for trade secret protection."). Moog "is not required to prove in its [trade secret identification] that its trade secrets are not generally known." *STEMCELL Techs. Canada Inc. v. StemExpress, LLC*, No. 21-CV-01594-VC (LB), 2022 WL 585668, at *6-7 (N.D. Cal. Feb. 24, 2022).

⁶ See also Vesta Corp. v. Amdocs Mgmt. Ltd., No. 3:14-CV-1142-HZ, 2016 WL 8732371, at *4 (D. Or. Apr. 1, 2016) ("[T]he ultimate question of whether an alleged trade secret is, in fact, a trade secret is different than whether Plaintiff identifies the alleged trade secret with reasonable particularity."); CapRate Events, LLC v. Knobloch, No. 17-CV-5907-NGG-SJB, 2018 WL 4378169, at *2 (E.D.N.Y. Mar. 9, 2018) (noting that cases litigating summary judgment do not assist in determining whether trade secrets are sufficiently identified pre-discovery); Storagecraft Tech. Corp. v. Symantec Corp., No. 2:07 CV 856 CW, 2009 WL 361282, at *2 (D. Utah Feb. 11, 2009) ("arguments focus[ed] on the ultimate merits of . . . alleged trade secrets [are] improper at this stage of the litigation").

⁷ This case, like many of the cases cited by Skyryse and many of the cases dealing with trade secret identification in this Circuit, applies § 2019.210 of the California Code of Civil Procedure, which is the statutory embodiment of the reasonable particularity requirement applied to claims under the California Uniform Trade Secret Act. While there is ongoing debate about whether section 2019.210 applies to claims in federal courts or DTSA claims, here the issue of whether 2019.210 applies is not before the Court. However, the Order of the Transferor Court, under Federal Rule of Civil Procedure 26, applied a substantially similar requirement, making the reasoning of courts applying 2019.210, which concerns determining

Instead, all that Moog must do at this stage is "make some showing that is reasonable, i.e., fair, proper, just and rational[,] under all of the circumstances to identify its alleged trade secret in a manner that will allow the trial court to control the scope of subsequent discovery, protect all parties' proprietary information, and allow them a fair opportunity to prepare and present their best case or defense at a trial on the merits." *Id.* at *4. Skyryse's own case law acknowledges that "whether a plaintiff has sufficiently disclosed its trade secrets is 'a fact-specific question to be decided on a case-by-case basis." *Vesta Corp. v. Amdocs Mgmt. Ltd.*, 147 F. Supp. 3d 1147, 1155 (D. Or. 2015). Furthermore, the trade secret "designation should be liberally construed, and reasonable doubts about its sufficiency resolved in favor of allowing discovery to go forward." *STEMCELL Techs.*, 2022 WL 585668 at *4.

1. <u>Identification of Specific Files Reflecting Trade Secrets Satisfies</u>
<u>the Requirement to Identify Trade Secrets with Reasonable</u>
<u>Particularity</u>

Courts in the Ninth Circuit and elsewhere have repeatedly found that trade secrets can be identified by a narrative description accompanied by identification of files that reflect the alleged trade secret, particularly in situations where a defendant has taken a large amount of material from the plaintiff. For example, in *WeRide Corp. v. Kun Huang*, 379 F. Supp. 3d 834, 844 (N.D. Cal. 2019), a defendant stole 1,192 files from the plaintiff upon the end of his employment. The court found that the plaintiff had identified its trade secrets with reasonable particularity after it "describe[d] the functionality of each trade secret" and "name[d] numerous files in its code base . . . that reflect the source code specific to each alleged trade secret." *Id*.

The Ninth Circuit has taken a similar approach. In *Integral Dev. Corp. v. Tolat*, No. C 12-06575 JSW, 2015 WL 674425, at *4 (N.D. Cal. Feb. 12, 2015), the

whether a trade secret plaintiff has sufficiently identified a trade secret such that discovery can proceed, useful here.

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court found that a plaintiff's identification that "list[ed] hundreds of file names without identifying the trade secret information contained within the files, is insufficient." The Ninth Circuit reversed, finding that by alleging that the defendant had copied its files onto an external hard drive shortly before leaving plaintiff's employ, describing the categories of documents that contained trade secret material, and identifying those files that contained trade secret material, the plaintiff had "identified specific key aspects" of its trade secrets and "sufficiently identified the information it alleges is a trade secret." *Integral Dev. Corp. v. Tolat*, 675 F. App'x 700, 703 (9th Cir. 2017).

Similarly, this court has followed this approach where thousands of trade secrets are at issue. In Microvention, Inc. v. Balt USA, LLC, No. 820CV02400JLSKESX, 2021 WL 4840786, at *4 (C.D. Cal. Sept. 8, 2021), this court found that trade secrets were identified with particularity where the plaintiff gave defendant "the file type or title, in such a way that Defendants can locate them" for each trade secret at issue. This court held: "That there are thousands such alleged trade secrets does not mean that each one has not been sufficiently identified." *Id*. Identifying specific files containing trade secrets, even in large numbers, is a sufficient means of meeting the requirement for reasonable particularity in identification of a trade secret. See also Soc. Apps, LLC v. Zynga, Inc., No. 4:11-CV-04910 YGR, 2012 WL 2203063, at *3 (N.D. Cal. June 14, 2012) (finding that identifying "file names" was sufficient "to identify what it is that [plaintiff] claims is secret"); Motorola, Inc. v. Lemko Corp., No. 08 C 5427, 2012 WL 74319, at *16 (N.D. Ill. Jan. 10, 2012) (holding that where "[plaintiff] has identified its alleged secrets by Bates number, file type, and/or location," trade secrets were sufficiently identified, even where millions of files were listed).

Here, there are approximately 1.4 million stolen files at issue, and Moog has provided a higher level of detail than cases involving just a few thousand files where courts found similar formats of trade secret identifications to be sufficient.

2. <u>Source Code Trade Secrets May Also Be Identified with</u>
Reasonable Particularity by Identification of Specific Files

This type of identification is also sufficient for source code trade secrets. *See, e.g., WeRide Corp.*, 379 F. Supp. 3d at 846-47 (finding source code trade secrets adequately identified by file listing); *Soc. Apps, LLC*, 2012 WL 2203063 at *3 (same). An argument that "the plaintiff must identify the specific code...is wrong on the law." *WeRide Corp.*, 379 F. Supp. 3d at 846. This Court has also found that it is sufficient identification for a plaintiff to claim "that the entirety of the source codes identified are its trade secrets." *SMC Networks Inc. v. Hitron Techs. Inc.*, No. SACV121293JLSRNBX, 2013 WL 12114105, at *5 (C.D. Cal. Nov. 13, 2013). Other courts agree. *See, e.g., Xtec, Inc. v. Cardsmart Techs., Inc.*, No. 11-22866, 2014 WL 10268426, at *8 (S.D. Fla. May 15, 2014) ("[a]lthough [plaintiff] must describe the trade secret for which it seeks protection with sufficient particularity . . . it need not specify the lines of source code that make up the trade secret."); *Storage Tech. Corp.*, 2003 WL 22462494 at *1.

Furthermore, an entire program can be identified as a trade secret because the design of a program or the source code as a whole can be a trade secret. *See, e.g., JustMed, Inc. v. Byce*, 600 F.3d 1118, 1129 (9th Cir. 2010) ("source code, as a whole, is a trade secret"); *Decision Insights, Inc. v. Sentia Grp., Inc.*, 416 F. App'x 324, 327 (4th Cir. 2011) (noting that a software program as a whole can be a compilation trade secret and that production of source code is an acceptable method of identifying such a trade secret); *TouchPoint Sols., Inc. v. Eastman Kodak Co.*, 345 F. Supp. 2d 23, 28 (D. Mass. 2004) ("[T]he overall design of a software can constitute a trade secret [I]t is the *design* of the program that is the most important, not the particular code that reflects that design.") (citation and internal quotations omitted, emphasis in original; *XTec, Inc. v. Hembree Consulting Servs., Inc.*, 183 F. Supp. 3d 1245, 1257 (S.D. Fla. 2016) (holding that it was permissible to define a trade secret as an entire system).

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B. Moog's TSID Complies with the Law governing Identification of Trade Secrets and with the Order of the Transferor Court

1. <u>Moog's TSID Goes Above and Beyond What Is Required for</u> Identification of a Trade Secret with Reasonable Particularity

As explained above, at this stage of a litigation Moog need only "make some showing that is reasonable, i.e., fair, proper, just and rational[,] under all of the circumstances to identify its alleged trade secret." STEMCELL Techs., 2022 WL 585668 at *4. The most relevant circumstance here is that the Defendants took approximately 1.4 million (1,400,000) files from Moog. In order to create the TSID that Moog has provided, Moog had to review massive numbers of files, involving significant time, effort, and expense, because of the sheer volume of the Defendants' theft. Through this extensive process, Moog identified 291,095 files for which it seeks trade secret protection at this juncture of the case. In other words, Moog narrowed the amount of files at issue from 1,400,000 to 291,095, which is about 1/5 of the files that were stolen (approximately 20%, meaning Moog narrowed the files at issue by approximately 80%). Going further, Moog then broke those 291,095 files out into 30 trade secret categories (some with subcategories), for which it provided a narrative description of each particular trade secret, sometimes including a large amount of technical detail related to the trade secret. Going even further, Moog provided a specific list of the trade secret files that were stolen for each trade secret.

Skyryse asserts that Moog simply dumped 300,000 files on Defendants and the Court, but that is refuted by even a cursory look at the TSID. The files are clearly broken out to correspond to specific trade secrets, which are narratively described in the TSID. Furthermore, contrary to the way Skyryse presented it to the Court, the TSID included an *Excel spreadsheet* of the files at issue, which: (1) breaks the files out into tabs keyed to each individual trade secret as referenced in the TSID; and (2) is manipulatable (as an Excel file) such that the Defendants can categorize or search the files as they see fit. Attached as *Exhibit 1* to the Declaration of Kazim A. Naqvi

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(Naqvi Decl.) are true and correct screenshots of the TSID Excel spreadsheet that show how the files are displayed natively, and that they are organized by tabs and keyed to each identified trade secret. Rather than present something similar to the Court, Skyryse prints the entire Excel into a single long document that strips out the tabbing in an apparent attempt to create the impression that 300,000 files were dumped into a single long undifferentiated list. (*See* Skyryse's Ex. E, at pp. 78 to 1618.) This manipulation is highly improper, as it is not how Moog's TSID was constructed and not how it was served to Skyryse.

While Skyryse contends that Moog "points to documents rather than identify trade secrets," in reality Moog's identification contains narrative descriptions of specific trade secrets at issue, and then identifies the specific files that reflect those trade secrets. Moog's identification is completely consistent with authority in the Ninth Circuit and elsewhere holding that identification of specific files is sufficient to identify a trade secret with reasonable particularity. *See, e.g., WeRide Corp.*, 379 F. Supp. 3d at 846-47; *Soc. Apps, LLC*, 2012 WL 2203063 at *3; *Microvention, Inc.*, 2021 WL 4840786, at *4.

In *WeRide*, for example, the plaintiff narrowed 1,192 stolen files to about 214 files, which (similar to Moog's TSID) is about 20% of the stolen files. (*See WeRide*, No. 5:18-cv-07233-EJD, Dkt. 33-28 (Dec. 26, 2018) (attached as **Exhibit 2** to the Naqvi Decl.).) In its identification, the plaintiff broke the 214 files into 10 trade secret categories (such as "HD-mapping algorithm," and "lane change functionality"). (*Id.*) For each category, the plaintiff provided a narrative description, and then stated that the trade secret material "is reflected in the following files," and listed files by filename related to each trade secret category. (*See, e.g., id.* at p. 8-11.) The court held that, through this form of identification, "WeRide has identified its alleged trade secrets with reasonable particularity." 379 F. Supp. 3d at 847. Here, under very similar circumstances (though on a larger scale

due to the volume of theft), Moog has engaged in the same form of identification, except perhaps providing even *more* particularity than the *WeRide* plaintiff.

Skyryse appears to bring a "goldilocks" argument to the Court, seeming to argue that for some of the trade secrets, such as the "program, Moog's TSID provides too little detail, but for others, such as the "AMP" software platform, there is too much detail. Moog is not required to find some unknown identification formula that pleases Skyryse—rather, Moog is required only to make a reasonable showing of what it believes its trade secrets to be so that discovery can progress. The TSID unquestionably does so.

Skyryse contends that the TSID, with regard to AMP, does not tell Skyryse what the trade secret actually is. To the contrary, the TSID makes clear that the AMP software platform, in its entirety, is being claimed as a trade secret by Moog. (Skyryse's Ex. E at p. 40.) Moog then further breaks down components of that software platform, contending that the documents describing the AMP software requirements and design are trade secrets, and pointing out where those documents reside (*id.* at p. 43); contending that the source code is a trade secret, and pointing out where the source code files reside (*id.*); contending that AMP-related certification planning documents and review artifact documents are trade secrets and pointing out where those documents reside (*id.*); and so on. The TSID provides Skyryse and the Court with sufficient particularity regarding what Moog's AMP trade secrets are, as well as where they are.

Likewise, with regard to the program, Moog contends that the entirety of the flight control system is a trade secret, and explains that this trade secret includes "," etc. (Skyryse's Ex. D at 13-14.) Moog then points out documents where those trade secrets reside. (*Id.*) For Moog's 787 trade secret, too, Moog does much more than simply list parts it supplies to Boeing, as Skyryse claims. Instead, Moog's TSID makes clear that Moog is claiming its primary flight control

p. 45.) Moog breaks this down further, explaining that system description documents for certain units of the actuation system are trade secrets, and pointing out where those documents reside (*id.* at pp. 47-48); explaining that certain presentation documents and slides contain trade secrets, and pointing out where those presentation documents reside (*id.* at pp. 52-53); explaining that source code related to those systems is a trade secret, and explaining where the source code files reside (*id.* at pp. 56-57); and so on.

That Skyryse repeatedly calls Moog's TSID generic does not make it so. To the contrary, Moog's TSID is very specific, both in terms of narrative identifiers and specifically delineated sets of files containing or reflecting each stolen trade secret.⁸

Moog's TSID also delineates between "general knowledge" and trade secrets. It contains a section entitled "Technology Overview," which is general knowledge and provided for background and context; whereas everything in the sections "Moog's Identification of Trade Secrets by Toolset," "Moog's Identification of Trade Secrets by Program," and "Moog's Identification of Trade Secrets by Other

⁸ With regard to the "Kim Download" trade secret mentioned by Skyryse, Skyryse ignores the fact that what satisfies the requirement for reasonable particularity is determined by what is "fair, proper, just and rational[,] under all of the circumstances." *STEMCELL Techs.*, 2022 WL 585668 at *4. Defendant Misook Kim stole 136,994 files and then wiped the hard drive before producing it to Moog. Without access to the specific files that Kim spoliated, Moog still attempted to identify which files contained trade secret information based on the file names and file paths. Skyryse's insistence that, even under these circumstances, Moog's identification is insufficient reflects Skyryse's true motive—to use the volume of theft and subsequent obfuscation by the Defendants strategically so that Moog is unable to hold Skyryse accountable for the theft of its trade secrets.

With regard to the Reid Raithel trade secret, Raithel stole approximately 27,000 files, and likewise failed to return the external hard drive he used for that theft. The methodology used by Moog in the TSID, which provides a narrative description of the trade secrets (identifying, for example, "proposal data, "internal budgets," "internal test equipment platform strategy," and so forth) and identifies the specific files containing the trade secret information, is likewise a sufficient and reasonably particular trade secret identification.

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Categories" are clearly identified as entirely consisting of trade secrets that are not generally known. For example, Moog contends that the entirety of the AMP software platform is not generally known. To the extent that Skyryse argues that the things that Moog is claiming cannot be a trade secret because they are generally known or not secret, such arguments are about the merits of Moog's claims, rather than the identification of the trade secret, and are properly raised in a motion on the merits after discovery, such as a summary judgment motion. Moog is not required to prove the merits of its claimed trade secrets at this stage. *See, e.g., Vesta Corp.*, 2016 WL 8732371 at *4 ("the ultimate question of whether an alleged trade secret is, in fact, a trade secret is different than whether Plaintiff identifies the alleged trade secret with reasonable particularity."); *STEMCELL Techs. Canada Inc.*, 2022 WL 585668, at *6-7.¹⁰

With regard to the volume of files and trade secrets at issue, such volume does **not** make Moog's TSID insufficient. To be clear, the volume is only as large as it is because Defendants stole 1.4 million files from Moog. Moog has done the best it could in the absence of full discovery to satisfy the legal requirements for such an identification to narrow those files to what Moog contends reflect trade secrets. *See, e.g., Microvention, Inc.*, 2021 WL 4840786, at *4 ("That there are thousands such alleged trade secrets does not mean that each one has not been sufficiently identified."); *Motorola, Inc.*, 2012 WL 74319, at *16. How Moog will go about presenting its case as it goes forward is for Moog to determine as discovery, expert

⁹ As a practical matter, it should not be surprising that Moog claims that all of the information in the trade secret sections of the TSID is not general knowledge. What Moog does is *highly* specialized flight control for military and commercial aircraft. That Moog's information is highly specialized and not general knowledge is precisely why Skyryse took it from Moog.

¹⁰ See also Brescia v. Angelin, 172 Cal. App. 4th 133, 138 (2009) (noting that elaboration on distinguishing general knowledge is not required where the claimant can identify the boundaries of the secret).

discovery, and depositions go forward. *See, e.g., Microvention, Inc.*, 2021 WL 4840786, at *4.

2. <u>Moog Has Fully Complied with the Transferor Court's Order</u>

The Order of the Transferor Court did not require more than what Moog has provided in its TSID, and Moog has fully complied with that Order, which required that Moog "answer in full Skyryse's Interrogatory No. 1 calling for Moog to identify with particularity every trade secret it intends to assert in this action including through a narrative response and not solely by invoking Rule 33(d)." (Dkt. 205 at Skyryse, however, cherry-picks a few lines from the Order, in which the Transferor Court quoted from a law school journal article suggesting that an identification "should identify the specific lines of code or programs claimed to be secret by, for example, printing out the code on paper with numbered lines and identifying the allegedly misappropriated lines by page and line number, by highlighting, or by color-coding." (Dkt. 205 at 4.) But this quotation, read in the entire context of the Order, cannot be reasonably interpreted to prescribe precise bright-line rules for Moog's trade secret identification. To the contrary, the quotation was itself merely an unsupported suggestion by the authors, based on their admitted pro-defendant policy goals, as to how source code trade secrets "should" be identified. See Graves & Range, 5 Nw. J. Tech. & Intell. Prop. at 95. 11 Indeed, the authors admit in the first footnote that the article was prepared "in the interest of protecting employee mobility and the right to use information in the public domain." See id. at 68 (starred footnote). Moreover, the only authority cited in connection with this suggestion is Compuware Corp. v. Int'l Bus. Machines Corp., No. 02-CV-

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The law school journal article at issue was authored in 2006 by two associates from the Wilson, Sonsini, Goodrich & Rosati firm, and appeared in the Northwestern Journal of Technology & Intellectual Property. Charles Tait Graves & Brian D. Range, *Identification of Trade Secret Claims in Litigation: Solutions for A Ubiquitous Dispute*, 5 Nw. J. Tech. & Intell. Prop. 68 (2006). A true and correct copy of the article is attached as **Exhibit 3** to the Naqvi Decl.

70906, 2003 WL 23212863, at *6 (E.D. Mich. Dec. 19, 2003), which does not support the proscriptive suggestion by the authors.

In *Compuware*, the plaintiff alleged that its source code was a trade secret. *Id.* at *2. However, the defendant "emphatically denie[d] that it had access to any such [plaintiff] source code, and [plaintiff] has not submitted evidence of such access." *Id.* at *4. In finding that the plaintiff had not shown likelihood of success on the merits in the context of a motion for a preliminary injunction, the court noted that the employees at issue had no involvement in the development of the alleged trade secrets, and noted that the plaintiff had "failed to identify any specific lines of source code *that have been taken by defendant*." *Id.* at *5-6 (emphasis added). By contrast here (and to most trade secret cases), there has certainly been evidence of taking of source code by Defendants. Nowhere in *Compuware* does the E.D. Mich. contend that a trade secret plaintiff must always identify specific lines of source code, nor is there any suggestion that a detailed line by line analysis of each source code file is required simply for identification of a trade secret.

Consequently, Moog does not agree that the Order of the Transferor Court imposed such an impractical and legally unsupported bright-line rule upon Moog's trade secret identification in this case. Indeed, such an order would be completely contrary to the weight of authority which holds that, for purposes of identification of a trade secret with reasonable particularity, identification of specific lines of code is not required. *See, e.g., WeRide Corp.*, 379 F. Supp. 3d at 846 (holding, where defendant argued that "the plaintiff must identify the specific code," "this argument is wrong on the law."); *Xtec, Inc.*, 2014 WL 10268426 at *8; *Storage Tech. Corp.*, 2003 WL 22462494 at *1.

Moreover, requiring a line-by-line identification of source code in a case such as this would be immensely impractical. Moog has already expended vast amounts of effort, time, and resources narrowing the 1.4 million files by 80% to specifically identify the files reflecting trade secrets. To require Moog to undertake a line-by-

line review of the many thousands of source code files within this set (with many files containing thousands of lines) would be unjust, contrary to the law, and would reward Defendants for the sheer volume of their misappropriation.¹²

C. Skyryse's Cited Cases are Inapposite and Do Not Warrant the Relief Sought

The cases cited by Skyryse are inapposite and do not support the relief sought by Skyryse. Skyryse first focuses on cases citing broad policy reasons for why identification of trade secrets is useful early in a litigation, but these cases are inapposite here because Moog has *already* identified its trade secrets. As noted above, whether a trade secret identification is sufficiently particular is a fact-specific inquiry that takes into account all the circumstances of a case. But the authority cited by Skyryse regarding whether identification is generally sufficient concerns highly distinguishable situations, different forms of trade secrets, or different forms of identification than what Moog has produced here.

For example, in *Sit-Up Ltd. v. IAC/InterActiveCorp.*, No. 05 CIV. 9292 (DLC), 2008 WL 463884 (S.D.N.Y. Feb. 20, 2008), a summary judgment decision made after "massive document discovery," the plaintiff (unlike Moog) did not provide "narrative identifiers" for its trade secrets, and simply contended at summary judgment that "it need not identify its alleged trade secrets with specificity." 2008 WL 463884 at *5, 7, 11. In *Founder Starcoin, Inc. v. Launch Labs, Inc.*, No. 18-CV-972 JLS (MDD), 2018 WL 3343790, at *6 (S.D. Cal. July 9, 2018), which Skyryse cites for the proposition that "a broad range of potential concepts" cannot establish identification of a trade secret, the "trade secret" at issue was the idea of "licensing the likeness of a celebrity for a digital collectible." This is not at all

¹² Skyryse claims that in the parties' meet and confer, Moog's counsel "felt that Moog had complied with the '*intent*' of Judge McCarthy's ruling." This is incorrect. Moog contends that it has fully complied with the Order, full stop. Instead, Moog conveyed during the meet and confer that it did not believe Judge McCarthy quoted the law school journal article to impose bright-line rules, and that if Moog's TSID were before him now, Moog believes he would find it sufficient.

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comparable to this case, where 1.4 million actual files, not ideas or concepts, embodying actual secret programs, software, and other trade secret materials, were stolen by Defendants.

Likewise inapposite are all of the cases that Skyryse cites for its argument that a trade secret identification cannot be adequate if it refers to documents containing or reflecting the trade secret. In *Medidata Sols., Inc. v. Veeva Sys., Inc.*, No. 17 CIV. 589 (LGS), 2022 WL 585734, at *1 (S.D.N.Y. Feb. 25, 2022), the court actually found that where narrative descriptions were provided and references to record documents made, trade secrets were adequately identified. The court only found the identification inadequate where the plaintiff did not explain how the documents embodied any trade secret. Id. Similarly, in Lockheed Martin Corp. v. L-3 Commc'ns Corp., No. 1:05-CV-902-CAP, 2006 WL 8432941, at *1 (N.D. Ga. Oct. 27, 2006), the plaintiff had simply provided documents in response to an interrogatory request without identifying what information therein was a trade secret. Here, Moog has provided both narrative descriptions and references to where the described documents, containing specific trade secrets, reside. Under *Medidata* or Lockheed Martin Corp., this is sufficient. Skyryse cites St. Jude Med. S.C., Inc. v. Janssen-Counotte, 305 F.R.D. 630, 635 (D. Or. 2015), because the court held, on a preliminary injunction, that the plaintiff's claim that an "entire plan," which amounted to over 500 slides, was a trade secret was not sufficient to prove a likelihood of success on the merits. However, despite the plaintiff only making a broad identification, the court held that plaintiff "need not identify its trade secrets" at issue with any greater particularity before it may take discovery." *Id.* at 641. Moog has indisputably done much more identification than the plaintiff in St. Jude, and consequently Moog should not be forced to do anything further before discovery can continue.

With regard to the cases Skyryse cites for its proposition that a plaintiff must identify which part of its source code is a trade secret, none of those cases actually

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support such a proposition. In *Proofpoint, Inc. v. Vade Secure, Inc.*, No. 19-CV-04238-MMC, 2020 WL 836724, at *2 (N.D. Cal. Feb. 20, 2020), the court found that a plaintiff, upon a motion for preliminary injunction, rather than pre-discovery identification, had not sufficiently identified its source code trade secrets, which it asserted contained "trade secrets pertaining to 'functionality,' 'usability,' and 'implementation.'" The court noted that, unlike here, the "plaintiffs have not pointed to any document in the record" that identified its trade secret. *Id.* The court did not order that a specific part of the code must be identified. Likewise, *Brookhaven* Typesetting Servs., Inc. v. Adobe Sys., Inc., No. C-01-20813 RMW, 2007 WL 2429653, at *11 (N.D. Cal. Aug. 24, 2007) is not at all concerned with identification of trade secrets with reasonable particularity. Rather, it is a summary judgment decision concerned with whether there was evidence that source code was actually misappropriated. Meanwhile, Calendar Rsch. LLC v. StubHub, Inc., No. 2:17-CV-04062-SVW-SS, 2020 WL 4390391, at *4 (C.D. Cal. May 13, 2020) is another summary judgment decision in which the court discussed code comparison as a means of proving misappropriation at summary judgment, not as part of identification with reasonable particularity. None of Skyryse's cases support its contention that Moog must identify specific parts of its source code, and as noted above, Skyryse's "argument is wrong on the law." WeRide Corp., 379 F. Supp. 3d at 846.

In *Freeman*, yet another decision dealing with summary judgment rather than identification pre-discovery, the court found that, for *summary judgment* purposes, an identification was too inclusive, though the court took pains to note that it was "not . . . confusing 'numerosity' with particularity." *Freeman Inv. Mgmt. Co., LLC v. Frank Russell Co.*, No. 13-CV-2856 JLS (RBB), 2016 WL 5719819, at *11 (S.D. Cal. Sept. 30, 2016). Furthermore, in *Freeman*, the plaintiff had proceeded through discovery all the way to summary judgment with the identification at issue—which

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did not, as Moog's TSID does, even specify where the trade secrets reside in specific files.

Finally, Skyryse relies on *Vesta*, when in fact, that case actually supports Moog. As noted above, the court in *Vesta* stated that whether a plaintiff has sufficiently disclosed its trade secrets is "a fact-specific question to be decided on a case-by-case basis." 147 F. Supp. 3d at 1155 (D. Or. 2015). Accordingly, the court in *Vesta* arrived at its conclusion based on a very different set of facts than here. For example, the court pointed out that "[t]his is not a case where Defendants stole large volumes of documents or secrets from Plaintiff without Plaintiff's knowledge" (*id.* at 1154), a sharp contrast to the situation here. Moreover, in *Vesta*, the plaintiff merely described the end results or functions of trade secrets. *Id.* Here, Moog explicitly identifies its trade secrets both narratively, with an explanation of what each claimed trade secret is (e.g., the AMP software platform), and by specific file name and location. As explained above, under the facts and circumstances of *this* case, Moog's TSID is sufficient.

D. Skyryse Has Suffered No Prejudice and No Other TSID Is Appropriate at this Stage of the Litigation

Skyryse contends that it has been prejudiced by Moog's TSID and complains to the Court about the volume of data that has been at play in this litigation so far. Skyryse conveniently ignores that it was the actions of *Defendants*, who stole 1.4 million files, that placed so much data into this litigation. If any party has been prejudiced by the sheer volume of stolen documents, it is Moog. Moog not only had its documents stolen, but then had no choice but to undertake massive expense and effort to, on an expedited basis, determine what trade secrets were stolen. This

massive effort resulted in the TSID that, very reasonably considering the amount of stolen material, identifies only about 20% of the stolen files.¹³

Contrary to what Skyryse contends, Moog's TSID does not deprive Skyryse of the opportunity to defend itself or challenge Moog's theories. To the contrary, Skyryse has *already* begun to go out and search the public domain in order to ascertain if what Moog identifies in the TSID is generally known or publicly available. Skyryse's actions on this front can clearly be seen in its response to Moog's motion for sanctions. Skyryse took numerous files identified by Moog (which are also addressed in the TSID) and conducted an analysis of, among other things, whether information in the files is generally known or publicly available. (*See* Dkts. 451-02, 451-03.) That Skyryse is able to undertake such investigation indicates that Moog's TSID is sufficient to give Skyryse an understanding of Moog's claimed trade secrets and prepare a defense.

As explained above, Moog has complied with both the requirements of the law and with the Order of the Transferor Court with regard to identification of its trade secrets. No further order is warranted. Nor are any sanctions warranted; to sanction Moog for its vast undertaking in creating the TSID from the 1.4 million stolen files would only reward the Defendants for the sheer volume of their theft. Certainly, the strict preclusive sanctions referenced by Skyryse are not warranted,

¹³ Skyryse's contentions that "Moog has applied mass and indiscriminate designations to all 91 pages of its trade secret identification" and "Moog still has not narrowed its overbroad ITAR designation" are false and misleading. Moog has properly designated the entirety of its TSID as subject to ITAR because it contains ITAR-protected materials. Indeed, Skyryse does not contend that the TSID does not contain ITAR-protected materials. As set forth in Moog's March 24, 2023 letter attached by Skyryse (Storey Decl., Ex. F), despite repeated request by Moog, Skyryse has not provided any legal authority that Moog "is required to alter its designations or update markings on specific materials that may be controlled under ITAR." Further, Skyryse has not identified any specific prejudice that it allegedly suffered due to Moog's ITAR-designations. (*Id.*) The lack of prejudice is confirmed by the fact that both parties are filing portions of the TSID with the Court under seal and in the normal course.

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and Skyryse's authority does not support their application here. In *Dura Glob., Techs., Inc. v. Magna Donnelly Corp.*, No. CIV.A. 07CV10945-DT, 2008 WL 2742062, at *2 (E.D. Mich. July 11, 2008), which Skyryse cites, the plaintiff was ordered to produce more particular identifications, and was, as part of that, provided with a specific example to follow and given explicit direction in a conference with the court about how to go about the listing of its trade secrets. Despite this, the plaintiff listed vague descriptions such as "information related to Dura's confidential employee information" and "[c]onfidential customer [i]nformation." *Id.* *2. Notably, what the court ordered in *Dura* included "specific references to concrete documents," *id.*, which Moog has already provided here. Moog has not flouted court orders in any way. Instead, Moog has fully complied with the Order from the Transferor Court, at great effort and expense to Moog.¹⁴

The relief that Skyryse seeks, to halt discovery, is indicative of their true motive in bringing this motion. As noted above, Skyryse has already begun preparing its defense based on documents identified in the TSID, which is sufficient both according to the law and the Order of the Transferor Court. Skyryse's true motive is to further delay this case, making it even more difficult and expensive for Moog to protect its trade secrets. The Court should not allow this to take place. Moog respectfully requests that the Court deny Skyryse's motion in its entirety.

¹⁴ The other cases cited by Skyryse in the section of its brief arguing for sanctions are inapposite summary judgment cases and one case concerning the consequences of creating an entirely new identification following the litigation of a preliminary injunction motion. None of these cases are relevant to the circumstances currently before the Court.

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	II	JOINT STIPULATION RE: DEFENDANTS' MOTION

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